

October 2012



Alaska International Airport System











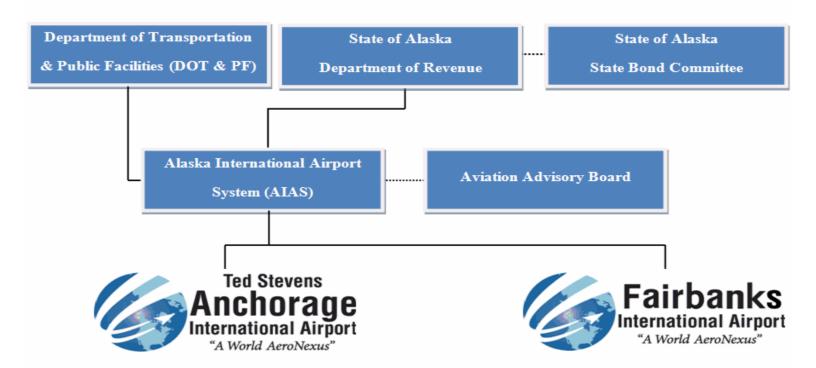
AIAS - Structure

AIAS Governance

Alaska State Governor's Office

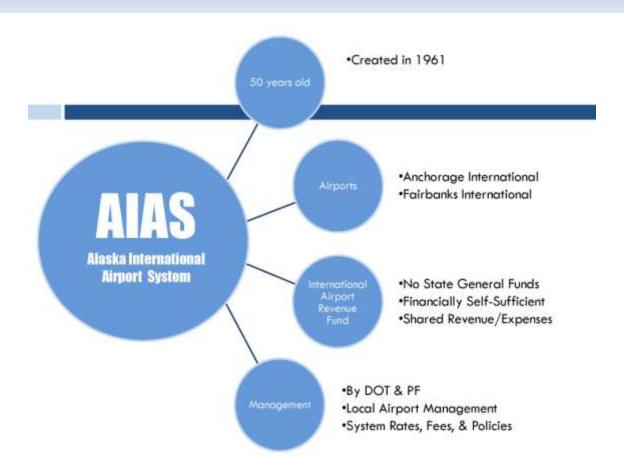


Alaska State Legislature





AIAS - Facts and Figures



~\$73m Operating Budget

- \$14m Fairbanks
- \$59m Anchorage

~\$250m Capital Program

- \$50m Fairbanks
- \$200m Anchorage

Approx 483 employees

- 100 Fairbanks
- 383 Anchorage

Alaska's largest Enterprise Fund

 Funded by user fees not State General Funds (small PERS contribution)



AIAS - Vision

Our Vision:

By 2030, AIAS is the global nexus for aviation-related commerce

- We will be a model government-owned enterprise, adaptive and agile
- We will proactively address global changes and world markets
- We will operate safely while striving for efficiency
- We will optimize our contribution to Alaska's economy and quality of life
- We will involve, value, and balance the interests of stakeholders



AIAS - Purpose

Purpose:

To keep Alaska flying and thriving

Core Values:

Integrity: Honesty, dependability, unity, and a high ethical standard

Enterprising: Innovative, proactive, pioneering, business-centric airport system

<u>Excellence:</u> Commitment to improve and a passion to provide superior service and infrastructure

Respect: Professional regard for colleagues and customers



AIAS

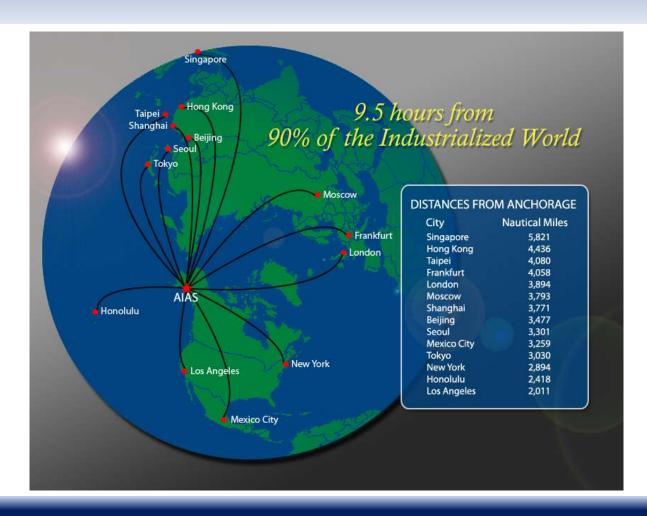
 Anchorage and Fairbanks International Airports are a unified airport system for business

 Each airport serves as a "no additional fees" alternate for the other, assuring 100% capture rate



AIAS - Location

9.5 hours from 90% of the Industrial World





AIAS – Why Cargo Works

PVG-ORD Direct
Distance: 7,050 miles
Payload: 170,000 lb

7,273 kg

PVG-ANC-ORD

Distance: 7,150 miles Payload: 295,000 lb

134,090 kg

Shanghai (PVG)

At \$1.00 per lb: For 747-8F:

PVG-ANC-ORD = \$295,000 Increased Revenue with ANC stop is \$125,000 PVG-ORD = \$170,000

Anchorage (ANC

Chicago (ORD)

PVG-ORD = \$170,000 **ANC Stop =** \$125,000

 $125,000 \times 5 \text{ days/week} \times 52 \text{ weeks} = 32,500,000$



AIAS – Destinations/Origins

TABLE 3. Top 3 Destination and Origin Countries for International Air Freight via Anchorage, AK: 2008

Excel | CSV

(Short tons, thousands)

Rank	Export destination	Tons	Rank	Import origin	Tons
1	South Korea	203	1	South Korea	455
2	Japan	198	2	Taiwan	328
3	Hong Kong-China	145	3	Hong Kong-China	316

SOURCE: U.S. Department of Transportation, Research and Innovative Technology Administration, Bureau of Transportation Statistics, Form 41 Traffic-Segment Data, various years, as of July 20, 2009.



AIAS – Top Carriers

TABLE 5. Top 3 Air Carriers for Exports and Imports via Anchorage, AK: 2008

Excel | CSV

(Short tons, thousands)

Rank	Export carrier	Tons	Rank	Import carrier	Tons
1	Federal Express Corporation	116	1	Korean Air Lines Co. Ltd.	234
2	Korean Air Lines Co. Ltd.	116	2	United Parcel Service	204
3	Cathay Pacific Airways Ltd.	105	3	Federal Express Corporation	174

SOURCE: U.S. Department of Transportation, Research and Innovative Technology Administration, Bureau of Transportation Statistics, Form 41 Traffic-Segment Data, various years, as of July 20, 2009.



AIAS – Competitive Rates

	747-400
Anchorage/Fairbanks	\$1,266
Bangkok	\$1,892
Hong Kong	\$3,012
New York	\$4,457
Seattle	\$2,024
Shanghai	\$2,149
Osaka	\$7,550
Taipei	\$3,540
Toronto	\$12,494
Tokyo	\$7,405
Vancouver	\$2,482

2009



AIAS - Flexibility

Liberal cargo transfer rules = opportunity for expansion





AIAS - Certainty

• Open 24-7-365

•95% VMC

Different weather =No simultaneous closures





AIAS - Capacity

Four ILS runways
 10,500' or more

 Over 60 wide body parking positions





AIAS - Full Service

24-7-365 ACT-CPB GSE-Fuel

 Deicing for all size aircraft





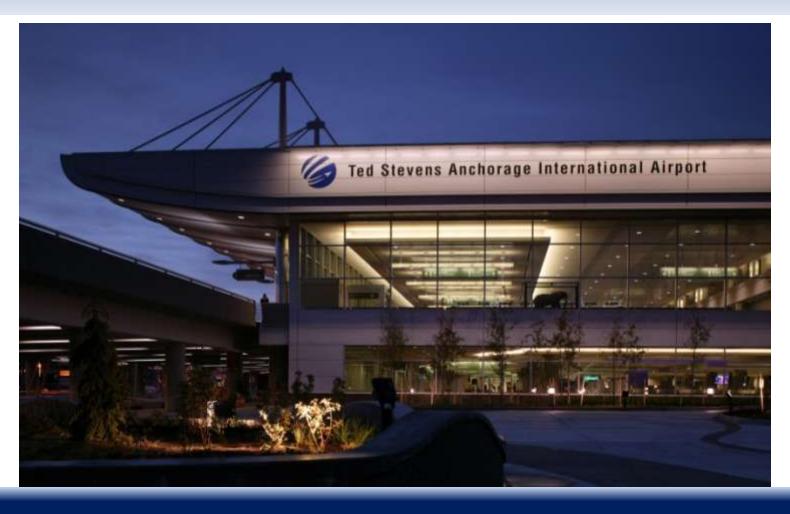
AIAS – Economic Impacts

AIAS provides a solid foundation for air commerce in our nation's most aviation-dependent state.

Ted Stevens Anchorage International Airport is responsible for 15,577 jobs (one in ten jobs in Anchorage), earning about \$1billion in pay.

Fairbanks International Airport is responsible for 1,900 jobs (one in twenty jobs in Fairbanks), and represents \$255 million in statewide economic output.







#2 Airport in the Western Hemisphere for landed weight of

cargo aircraft

 #5 Airport in the world for cargo throughput





 Five-time recipient of the Balchen Post Award for excellence in airport snow and ice control





 Rated #1 Airport for excellent service by Air Cargo World in 2005, 2007 and 2011





Three ILS 10,500' Runways –
 Longest Runway 12,400'

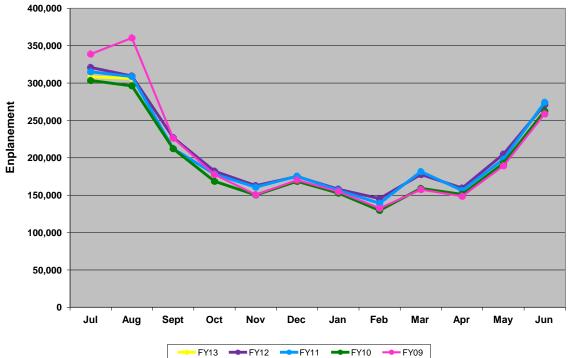
Fuel Hydrant System

20 State Cargo parking Positions
 14 are pull-through



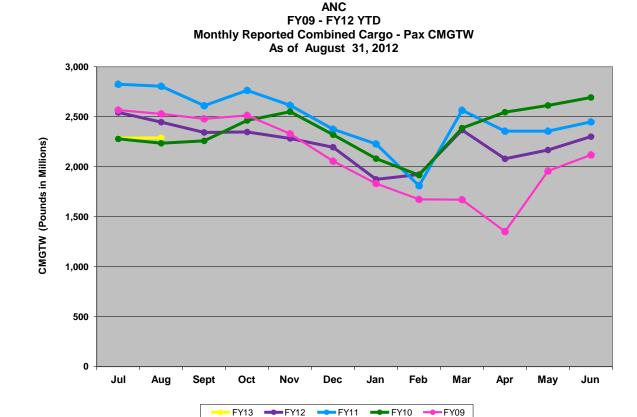


 Passenger Traffic is steady due to new/added routes ANC FY09 - FY13 YTD Monthly Enplanements As of August 31, 2012





 Cargo Traffic is stagnated at best

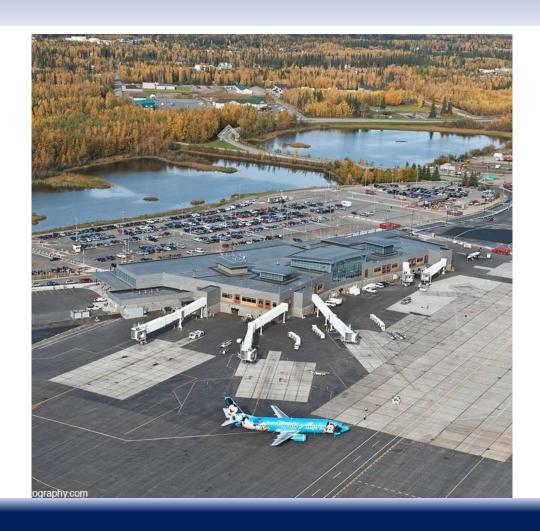




What's next?

- Kulis Business Park
- Lake Hood Safety
- Master Plan
- Part 150 Study
- Staffing/Org chart
- Air Service Growth







Diversion for Anchorage

 Can handle any size aircraft

Can handle up to 27
 Widebodies





One ILS 11,800' Runway

Four PositionHeavy Cargo Apron

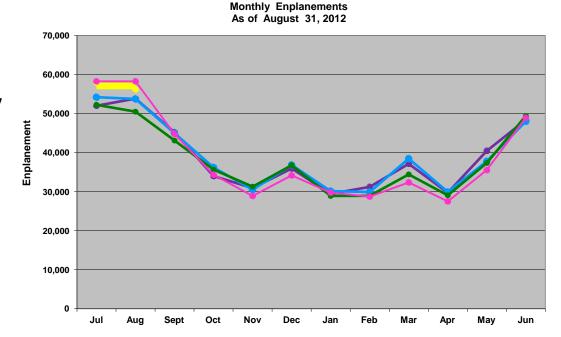
N/S Deicing basins





 Passenger traffic is steady due to new/ added routes





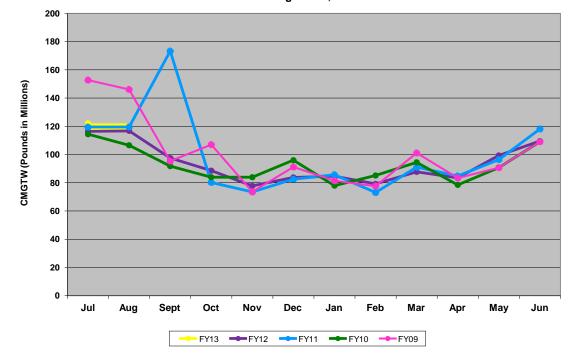
FY11

FAI FY09 - FY13 YTD



Cargo trafficDiversion forAnchorage







What's next?

- Apron Improvements
- ARFF Upgrades





Questions?

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